

I am returning Assembly Bill 1630 without my signature.

This bill changes tax policy retroactively and is specifically intended to address an issue that is pending before the California Supreme Court. It is inappropriate and simply unfair to taxpayers to change tax laws retroactively.

I am not opposed to the policy outlined in this bill and would be willing to consider a bill which applies the policy prospectively.

For the reason stated above, I am unable to support this bill.

Sincerely,

Arnold Schwarzenegger